

GOVERNMENT OF TELANGANA

ABSTRACT

Mines & Minerals - Constitution of a Committee for evaluation of resource audit of Limestone reserves in the existing Mining Leases in the State - Orders - Issued.

INDUSTRIES AND COMMERCE (M.II) DEPARTMENT

G.O.Rt.No. 163

Dated: 05-10-2018.

Read the following:-

From the Director of Mines & Geology, Hyderabad Letter No.1243/P/2014-3, dated 15.07.2017 & Letter No.10066/P/2018-1, Dated 07.09.2018.

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ORDER:

In the reference read above, the Director of Mines & Geology, Hyderabad has stated that during the meeting held by the Hon'ble Minister for Mines & Geology on 06.07.2017, it was decided that there should be a 3rd party evaluation resource audit of Limestone reserves in the Mining Lease area(s) held by the existing cement plants vis-à-vis the actual Limestone requirement. In Telangana State, the cement plants having captive mining lease(s) are in operation in Nalgonda, Suryapet, Vikarabad, Peddapally and Mancherial Districts.

2. The Director of Mines & Geology, Hyderabad has further stated that the basic inputs required for resource audit of Limestone deposit in the existing mining leases serving as captive source to the cement units are:

- (i) The extent of area held under mining lease(s) for Limestone by each cement unit confirmed by the DGPS survey (geo-fencing of the lease area).
- (ii) The actual Limestone reserves available in the lease-hold area and the depth upto which exploration has been carried-out under 'mineral inventory' by every lease holder as per the standing instructions issued by the Indian Bureau of Mines.
- (iii) Total Limestone reserves including the reserves supplemented through exploration as per mineral inventory in every mining lease area.
- (iv) Limestone already mined and utilized for cement manufacture since inception of the mining operations to 31.03.2018 as cut-off date.
- (v) Physical assessment of the Limestone extracted through ETS survey as well as drone survey and confirmation with records on payment of royalty.
- (vi) Subtraction of Limestone already arrived as per point (v) utilized from the total Limestone reserves so as to arrive at the balance reserves.
- (vii) Present rated capacity of the cement unit vis-a-vis the Limestone requirement (as per LCF) till the expiry of mining lease period as per Mines & Minerals (Development & Regulation) Amendment Act, 2015.
- (viii) Any proposal for expansion plan of the existing plant capacity in due course with the requirement of additional quantity of Limestone with supporting documentary evidence.
- (ix) Actual area under mining lease to be retained based on the Limestone requirement till the expiry of mining lease.
- (x) The excess extent held under mining lease to be taken over for allotment as per Mines & Minerals (Development & Regulation) Amendment Act, 2015.

3. The Director of Mines & Geology, Hyderabad has requested the Government to (i) to issue necessary orders for constitution of a committee with the following members, (ii) approve the basic inputs mentioned at para 2 above, and (iii) to accord necessary

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permission to follow the price discovery in the transparent manner duly following the procurement rules in selection of consultant to be engaged for resource audit:

- (i) Director of Mines and Geology : Chairman
- (ii) Regional Controller of Mines, IBM : Member-Nominee.
- (iii) Representative from NCCBM : Member- Nominee.
- (iv) Representative from Cement Manufacturers Association : Member- Nominee.
- (v) ADM&G of the concerned District : Member-Convener.

4. Government, after careful examination of the matter, hereby constitute a Committee with the following members for resource audit of Limestone deposit in the existing mining leases serving as captive source to the cement units:

- (i) Director of Mines and Geology : Chairman
- (ii) Regional Controller of Mines, IBM : Member-Nominee.
- (iii) Representative from NCCBM : Member-Nominee.
- (iv) Representative from Cement Manufacturers Association : Member- Nomine
- (v) ADM&G of the concerned District : Member-Convener.

5. The Committee should evaluate the resource audit of Limestone deposits in the existing mining leases duly keeping in view the basic inputs mentioned at para 2 above. Further, the Committee should follow the price discovery in the transparent manner duly following the procurement rules in selection of consultant to be engaged for resource audit.

6. The Director of Mines & Geology, Hyderabad shall take necessary further action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

JAYESH RANJAN
PRINCIPAL SECRETARY TO GOVERNMENT & CIP (FAC)

To
The Director of Mines & Geology, Hyderabad.

Regional Controller of Mines,
Indian Bureau of Mines,
Room No. 603, 6th Floor, CGO Towers, Kavadiguda,
Secunderabad - 500 080.

The Chairman,
National Council for Cement & Building Material,
34 Km. Stone, Delhi-Mathura Road (NH-2), Ballabgarh,
Haryana - 121004.

Sr. Assistant Secretary,
Cement Manufacturers Association
302, Pavani Estate, Khairatabad, Pavani Estate,
Hyderabad, Telangana 500004.

The Assistant Director of Mines & Geology, Nalgonda, Suryapet,
Vikarabad, Peddapally and Mandherial Districts.
Sf/Sc

//FORWARDED::BY ORDER//

SECTION OFFICER